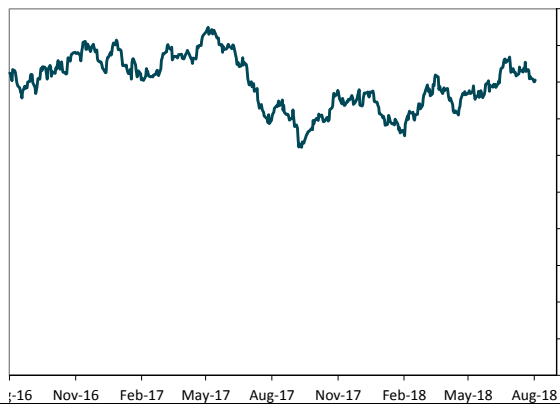




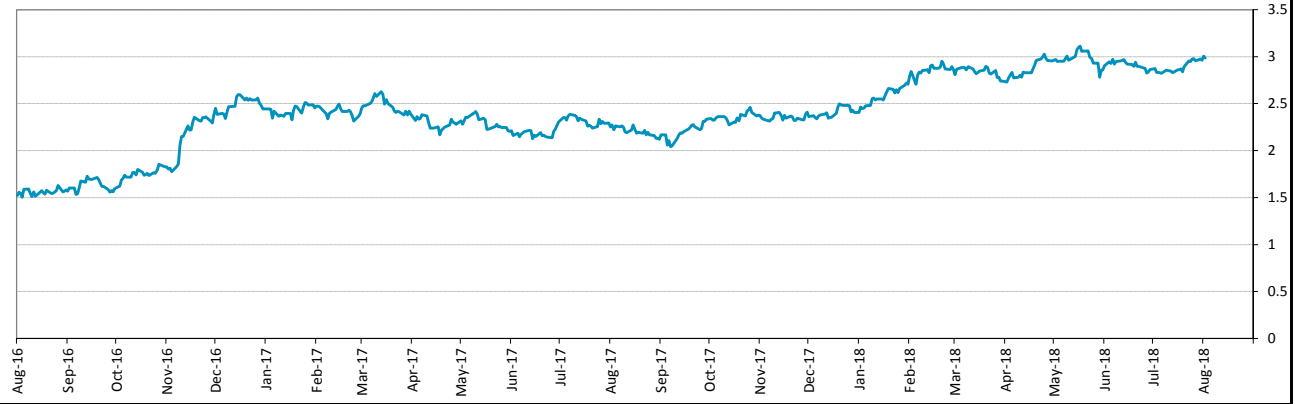
CAD\$ FOREIGN EXCHANGE CROSSES			CANADA BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
USD/CAD	1.302	0.0019	2 Year	1.250	1-Nov-19	99.115	1.98	0.01
CAD/USD	0.768	-0.0016	5 Year	1.000	1-Sep-22	95.26	2.23	0.03
EUR/CAD	1.514	-0.0026	10 Year	1.000	1-Jun-27	89.254	2.36	0.05
GBP/CAD	1.699	-0.0082	30 Year	2.750	1-Dec-48	108.047	2.38	0.00
CAD/JPY	85.549	-0.3660						

US\$ FOREIGN EXCHANGE CROSSES			U.S. BENCHMARKS					
CROSS	SPOT	CHANGE	TERM	COUPON	MATURITY	PRICE	YIELD	\$ CHANGE
EUR/USD	1.162	-0.0037	2 Year	1.875	31-Dec-19	99.023	2.84	0.00
GBP/USD	1.304	-0.0083	5 Year	2.125	31-Aug-22	97.047	2.84	0.07
USD/JPY	111.420	-0.3100	10 Year	2.250	15-Nov-27	94.063	2.98	0.17
			30 Year	2.750	15-Nov-47	92.875	3.12	0.23

CANADIAN DOLLAR (PER U.S. DOLLAR)



U.S. 10-YEAR YIELD



DAILY COMMENTARY

Bond prices are slipping as attention swings back to the trade situation. Markets may turn on tomorrow's employment reports. The U.S. dollar is strong against all developed world currencies.



ECONOMIC RELEASES							CANADA/U.S. SPREADS			YIELD CURVE SHIFTS			
DATE	CANADA	EST	ACTUAL	USA	EST	ACTUAL	0	BPs	CHANGE	ROLL	SPREAD	CHANGE	
MON	BBG Nanos Confidence			Pending Home Sales MoM Dallas Fed Mfg.	0.02% 30.0	0.90% 32.3	0			2 - 5 Year	0.17	0.00	
							3 Month	-0.59	0.055	2 - 10 Year	0.28	0.00	
							5 Year	-0.60	-0.013	2 - 30 Year	0.30	0.01	
TUE	Ind'l Product Prices Raw Materials Prices GDP MoM GDP YoY	0.2% 0.30% 2.30%	0.50% 0.50% 0.50% 2.60%	Personal Income Personal Spending PCE Core MoM Pce Core YoY Chicago Purch. Mgrs	0.40% 0.40% 0.10% 2.00% 61.80	0.40% 0.40% 0.10% 1.90% 65.50	10 Year	-0.62	-0.016	5 - 10 Year	0.11	0.00	
							30 Year	-0.74	-0.011	10 - 30 Year	0.01	0.00	
WED	Markit Mfg		56.90	MBA Mortgage Applications ADP Empl. Chg. Markit Mfg. Constr. Spending MoM ISM Mfg ISM Prices Paid FOMC Rate Decision	 183k 55.50 0.3% 59.30 75.5 2.00%	 219k 55.30 -1.1% 58.10 73.2 2.00%	U.S. RATES		CDN MONEY MARKET		CANADIAN RATES		
							PRIME	5.00		Bankers' Acceptances		PRIME	3.45
							BANK RATE	3.75		30 Day	1.82	BANK RATE	1.25
							FED FUNDS	2.00		60 Day	1.86		
							DISCOUNT	2.50		90 Day	1.94		
							LIBOR 3MO						
THU				Initial Jobless Claims Continuing Claims Challenger Job Cuts YoY Factory Orders Durable Goods Capital Goods Orders	220k 1750k 0.7%	218k 1724k -4.2%	CANADA YIELD CURVE January 3, 2012 - Today						
FRI	Int'l Merch. Trade	(\$2.3b)		Trade Balance Chg Non-Farm Payrolls Unemployment Rate Avge Hrly Earnings Avge Hrly Earnings YoY Services PMI ISM Non-Mfg. Composite	(\$46.4b) 193k 3.9% 0.3% 2.7% 56.2 58.6								

Source: Bloomberg, Odium Brown